

**PAROWAN CITY COUNCIL MEETING
MAY 14, 2015
LIBRARY LOUNGE, 16 SOUTH MAIN, 6:00 P.M.**

MEMBERS PRESENT: Mayor Donald G. Landes, Councilmen Alan Adams, Troy Houston, Ben Johnson, Steve Thayer (via telephone), Steve Weston, City Attorney Justin Wayment, City Manager Shayne Scott, City Recorder Callie Bassett

MEMBERS ABSENT: None

PUBLIC PRESENT: Chuck and Dottie Stade, Michael and Amy Alu, JD Frisby and Marv Wilson (Sunrise Engineering), Jay and Cassi Orton, Ken Carpenter (PPD), Mary Hanley, Bob Whitelaw, Shelby Bartlett

CALL MEETING TO ORDER: Mayor Landes called the meeting to order at

OPENING CEREMONIES – ALAN ADAMS: Councilman Adams offered an invocation. He then led the Council and the public in the pledge of allegiance.

DOES ANYBODY HAVE ANY CONFLICTS OR PERSONAL INTEREST IN ANY MATTER ON THE AGENDA WHICH NEEDS TO BE DECLARED? Ben Johnson declared that he is related to Joyce Evans who is the director of the Iron County Fair.

CONSENT MEETING

APPROVAL OF MINUTES (APRIL 23, 2015 CITY COUNCIL MEETING)

PURCHASE ORDERS/WARRANT REGISTER

PAROWAN CITY BEER LICENSES/IRON COUNTY FAIR BEER LICENSE

Councilman Weston moved to approve the consent agenda. Councilman Houston seconded the motion. All Council members voted in favor of the motion. The motion carried.

PO #916	Scholzen Products	\$ 1,555.95
PO #917	Scholzen Products	\$ 1,698.94
PO #918	Codel	\$16,000.00
PO #919	UAMPS	\$ 8,000.00
PO #920	Codel	\$17,000.00
PO #923	Harris Cabinets	\$1,975.00
PO #925	Powerful Signal	\$2,366.49

ACTION MEETING

CENTER CREEK UPDATE/CHANGE ORDER ON POWER PLANT – CHANGE ORDER #2 – JD FRISBY, SUNRISE ENGINEERING:

Mr. Frisby sent a summary of all of the change orders to date. For change order #2 on the Power Plant, there were 7 items that came up for a total of \$10,688.00. Mr. Frisby went through each of these items with the Council.

The Council was interested in hearing a budget summary of the project. The original contingency started with \$287,000. With change orders #1 and #2, the Power House project is currently at an additive of \$13,058.

Before tonight, the Penstock project was actually in the red. Prior to tonight's change order, they have deducted out more than they have added. They were about \$9,000 below the initial bid cost. Obviously with this change order, this will change. If the change order is approved, it will increase that to \$119,676 for an additive to the project. The contingency of \$287,000 would be down to \$154,000. So there is still a little more than half left.

Councilman Johnson moved to approve the change order on the Center Creek Power Plant, Change Order #2. Councilman Weston seconded the motion. Councilman Thayer asked if the contingency is going to cover us for the rest of the project. Hearing no further discussion, all Council members voted in favor of the motion. The motion carried.

CHANGE ORDER ON PENSTOCK – CHANGE ORDER #6 BY PASS: Mr. Frisby said he isn't usually this excited to present a change order of this size. In this case, the Council originally approved moving forward with the original bid cost of \$180,000 for this item. They were able to find a plunger valve (which was 50% of the \$180,000) that cost less money. They valve they found was about half the cost and is an approved equal to the original valve. They were able to get the cost down to \$126, 435.00. This really helped the contingency. Councilman Johnson thanked Mr. Frisby for their work.

Councilman Adams moved to approve Change Order # 6. Councilman Johnson seconded the motion. Hearing no further discussion, all Council members voted in favor of the motion. The motion carried.

INSURANCE SELECTION FORM, SPECTRA MANAGEMENT – BILL PHELPS: Mr. Phelps reported that Parowan City had a 4% increase over the current rates proposed by PEHP. Spectra Management provides a spread sheet annually of options and comparisons with other carriers to the City. Select Health came in the most competitive (1.4% lower than current rates,) however they are not an apple to apple comparison on the benefits. The exposure to employees increases dramatically.

Mr. Phelps said that Parowan City offers two plans to their employees. One is a traditional plan. The other is a high deductible health savings account. Councilman Johnson commented that it is great to be able to see the comparisons right up front, and asked if it is the staff's preference to stay with PEHP. Mr. Scott said if everything is equal, the staff would be happy to stay with PEHP. Mr. Phelps talked to the Council for a few minutes about the Teledoc service.

Councilman Johnson moved to continue with PEHP medical and dental with the Teledoc option. Councilman Adams seconded the motion. Hearing no further discussion, all Council members voted in favor of the motion. The motion carried.

WORK MEETING

TRAIL DISCUSSION – VITO LOCATELLI: Mr. Locatelli introduced himself. He hikes every day. He has built and marked a trail to the top of Valentine Peak. He invited everyone to join him this Saturday at 7 a.m. to hike the trail. They will meet behind the cemetery. He said he is going to bring some non-alcoholic champagne for the opening of trail. He said the markers are very visible going up and coming down. Councilman Weston suggested putting a binder at the top where people can sign their names signifying they made it. The Council thanked Mr. Locatelli and thought that this was a really neat thing he has done.

DEPARTMENT REPORT – VON MELLOR, POWER SUPERINTENDENT: This will be tabled until the next meeting.

SHARED PARKING LOT/UTILITY EASEMENT AGREEMENT WITH SOUTHERN UTAH MORTUARY: Mr. Scott said that Attorney Wayment has put together an agreement. Mr. Scott said, while they have talked with the mortuary about this, they haven't seen the agreement yet. Mr. Wayment asked the council to go through the agreement, consider it, and cut it back if necessary. Mr. Wayment said he probably needs to declare a conflict because he represents Southern Utah Mortuary as well as the City.

Mr. Scott suggested they give the council a week to review the document. If they don't hear anything back from them, they will assume everything is ok.

BUDGET DISCUSSION: Mr. Scott said he wanted to discuss a couple of items that have come up in the last couple of weeks. There will be a public hearing on May 28th and then the Council will make their final determination on the budget in the first meeting in June.

Mr. Scott compiled a list of FY16 proposed projects. The items that are in bold are currently included in the budget. Mr. Scott said the tennis courts are currently in the budget. He is getting the strong feeling that this is something Parowan City wants but nobody else wants. Councilman Johnson said he spoke with Steven Allen about this last week, and he said he would resurrect this again with the school district.

Mr. Scott said he has had some conversations with local leadership, and they have frankly said that they are looking for a higher commitment from the City (at least 50%), and the courts are going to cost \$300,000. Mr. Scott also said that the shift from 2A to 1A sports is going to put a little bit of a kink in this. So he thinks the desire to push tennis is not going to come locally. Also, according to local leadership, if there are projects that the school district wants to partner with the City on, there are probably two or three things they would choose before this.

Mr. Scott discussed some of the other items listed, including the marquee, the changing the airport lighting system to LED, and body worn cameras for the police department. Mr. Scott said they are not budgeting for the cameras this year, but he said the day is coming that the City will be mandated to have them. There is also a hangar owner who wants to have a road paved at the airport. Mr. Scott said he has talked about this with staff and this isn't a high priority.

There was a little bit of a discussion about the Exit 75 Realignment. Councilman Johnson also commented on employee raises. He said he would much rather see a 2% raise that increases

slowly then no raises and then a 6% raise. Over three year period 2% per year is 6%. He said he would really prefer to see it increase in this way. Councilman Houston said this should be tied to the cost of living index. Councilman Johnson said the State is a fairly good indicator of how things are going in the state. If we watch what they do, the City should have a good example to follow. Councilman Johnson also said that if the City doesn't give its employees a cost of living increase, then they are giving them a pay deduction.

The Council discussed the used oil furnace that Mr. Biasi would like to have. They have some questions for Mr. Biasi on this.

COMMERCIAL IMPACT FEES DISCUSSION: Mr. Scott provided the Council with a spread sheet with percentages. Attorney Wayment said that impact fees are charged according to the impact upon the system and based on a justified study. Councilman Houston said the drawback on the study is that it was done eight or nine years ago. So many things have been upgraded in town, so he doesn't think it is useful. He said the impact fees were at zero and now he feels they should be between 25-50%. He thinks that is fair.

The Council seemed to agree on a 60% discount on impact fees. A resolution will be drafted for the next meeting.

ANNUAL FEE REVIEW: Mr. Scott said the staff is making a lot of changes to these fees. Mr. Scott asked the Council to take a look at the fees and see if there is anything that they can see needs to be changed. Councilman Houston is concerned that people are dumping out behind the dog pound and not at the County landfill.

NEW CITY OFFICE SECURITY/DESIGNER CONSULTANTS DISCUSSION: Mr. Scott said there are basically two contractors the City needs to contract with outside of Larry Pendleton and his team. That is for security and design. Mr. Scott and the Mayor have been discussing this and talking with people.

Mr. Mike Allen from Sothern Utah Alarm presented his proposal for a security system based on the Mayor, Mr. Scott and the Chief Carpenter's recommendations. Councilman Johnson suggested the City look into State Contract as well as independent contractors.

MEMBER REPORTS:

Councilman Houston reported that the Car Show and Ride the Gap are on June 6. They need volunteers for ride the gap. The participant numbers are looking good.

Councilman Adams received a complaint or two about the roads. Mr. Scott explained they have started filling pot holes on east side of town. Councilman Adams asked who people should call when the power is out.

Councilman Johnson reported that the Economic Development Committee discussed the Rufus building and using that as an economic incentive. They are currently pulling ideas together. They also talked about the splash pad. Mr. Johnson met with the TARP committee about this.

He also reported that there will no longer be ambulance service at football games with Gold Cross.

Councilman Weston welcomed Mr. Jay Orton who will be replacing him. He reported the theater board is planning a summer event. The Shade Tree Committee had a great service event. There were 130+ kids from the high school who came out and planted 83 trees.

Councilman ^{Thayer} Weston didn't have anything to report this evening, but said he is getting closer to being finished in California.

PUBLIC COMMENT:

There were no comments from the public.


Councilman Houston moved to go into closed session. Councilman Adams seconded the motion. Mayor Landes excused everyone and the Council went into closed session at 7:54 p.m.

CLOSED SESSION – DISCUSSION OF THE CHARACTER, PROFESSIONAL COMPETENCE, OR PHYSICAL OR MENTAL HEALTH OF AN INDIVIDUAL:

MEMBERS PRESENT: Mayor Donald G. Landes, Councilmen Alan Adams, Troy Houston, Ben Johnson, Steve Thayer (via telephone), Steve Weston, City Attorney Justin Wayment, City Manager Shayne Scott, City Recorder Callie Bassett, Jay Orton

Councilman Houston moved to go back into open meeting. Councilman Adams seconded the motion with all Council members voting in favor of the motion.

ADJOURN: Councilman Houston moved to adjourn the meeting. Councilman Johnson seconded the motion with all Council members voting in favor of the motion. The meeting adjourned at 8:04 p.m.

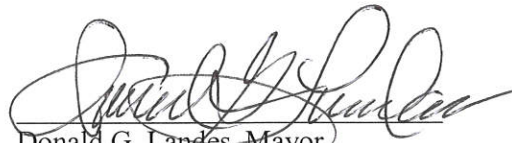

Donald G. Landes, Mayor
Callie Bassett, City Recorder

CLOSED MEETING
Sworn Statement
Required by 52-4-206(6)(a), UCA

I, Donald G. Landes, swear, as the person presiding at this closed meeting, the sole purpose for closing the meeting was to discuss the following:

- Discussion of the character, professional competence, or physical or mental health of an individual;

Sworn to and executed this 14 day of May, 2015.


Donald G. Landes, Mayor

STATE OF UTAH)
) ss.
COUNTY OF IRON)

Subscribed and sworn to this _____ day of _____, 20 _____, by

Donald G. Landes, Presiding Officer.

Notary Public

My Commission Expires: _____